SASKATCHEWAN CROWN CORPORATION PENSION FUNDS

85-1389/

OVERVIEW

Five pension plans are administered by Saskatchewan Crown corporations primarily with respect to member employees in seventeen Crown corporations. The investment activities for four of these funds are performed by the Province's Department of Finance. All fund investments are subject either to the guidelines of the Province's Investment Board or to the Pension Benefits Act.

The level of contributions and withdrawal payments is governed by the applicable pension regulations for each corporation.

Crown Investments Corporation of Saskatchewan Pension Plan 39562 was created on October 1, 1976 and is available to any Saskatchewan Crown corporation which adopts the plan for some or all of its employees.

The Crown Investments Corporation of Saskatchewan Superannuation Investment Fund managed the funds for three Crown corporation pension plans which existed prior to the formation of the 39562 Plan. The Fund was wound-up March 31, 1983.

The Power Corporation Superannuation Fund and the Saskatchewan Telecommunications Superannuation Fund relate to employees of Sask Power and Sask Tel as at October 1, 1977, who opted to continue under existing pension plans rather than join the Public Employees' (Government Contributory) Superannuation Plan.

Funds from the Saskatchewan Government Insurance Contributory Superannuation Plan are maintained in the Saskatchewan Government Insurance Superannuation Trust Fund. SGI employees who were hired after January 1, 1980 became members of CIC's 39562 Plan.

The pension fund statements contained in this report were audited by the Provincial Auditor and are presented in the format approved by the Treasury Board.

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CROWN INVESTMENTS CORPORATION OF SASKATCHEWAN

PENSION PLAN 39562 FUND

FINANCIAL STATEMENTS

Year Ended December 31, 1983

OFFICE OF THE PROVINCIAL AUDITOR

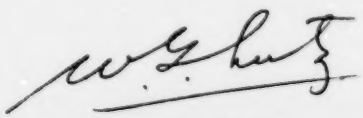
REGINA, SASKATCHEWAN

AUDITOR'S REPORT

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the statements of financial position and investments of Crown Investments Corporation of Saskatchewan Pension Plan 39562 Fund as at December 31, 1983 and the statement of revenue, disbursements and contributors' equity for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the fund as at December 31, 1983 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.



Regina, Saskatchewan,
March 1, 1984

W. G. Lutz, F.C.A.,
Provincial Auditor.

CROWN INVESTMENTS CORPORATION OF SASKATCHEWAN

PENSION PLAN 39562 FUND

STATEMENT OF FINANCIAL POSITION

As at December 31

	1983	1982
Assets		
Cash	$ 274,768	$ 760,685
Contributions receivable	488,355	482,209
Accrued interest receivable	784,422	671,802
Investments	49,360,848	33,998,844
Unamortized investment losses	83,066	534,733
	$50,991,459	$36,448,273
Liabilities and Contributors' Equity		
Contributors' equity (Note 2)	$50,991,459	$36,448,273
	$50,991,459	$36,448,273

(See accompanying notes)

CROWN INVESTMENTS CORPORATION OF SASKATCHEWAN

PENSION PLAN 39562 FUND

STATEMENT OF REVENUE, DISBURSEMENTS AND CONTRIBUTORS' EQUITY

For the Year Ended December 31

	1983	1982
Revenue		
Contributions (Note 2)	$10,075,163	$10,515,140
Investment income (Note 2)	6,904,158	4,040,732
	16,979,321	14,555,872
Disbursements		
Contributions refunded (Note 2)	2,436,135	1,499,965
Excess of revenue over disbursements	14,543,186	13,055,907
Contributors' equity, beginning of year	36,448,273	23,392,366
Contributors' equity, end of year (Note 2)	$50,991,459	$36,448,273

(See accompanying notes)

CROWN INVESTMENTS CORPORATION OF SASKATCHEWAN

PENSION PLAN 39562 FUND

STATEMENT OF INVESTMENTS

As at December 31

	1983				1982
	Par Value	Coupon Rate*	Year of Maturity*	Book Value	Book Value
Bonds and debentures					
Government of Canada	$ 2,385,000	13.00%	1998	$ 2,330,315	$ 1,567,938
Provincial and provincially guaranteed	8,325,000	12.48%	1999	8,093,385	5,232,680
Others	16,543,000	13.40%	1996	15,692,227	14,641,144
	$27,253,000	13.08%	1997	26,115,927	21,441,762
Shares				9,892,498	6,749,962
Mortgages				3,922,579	3,025,448
Real Estate				1,688,555	1,342,870
Short-term investments				7,741,289	1,438,802
				$49,360,848	$33,998,844

* The coupon rate and maturity shown above is the weighted average for that category of bond or debenture and specific rates and maturities may be different than the average thereof.

** Bonds, debentures and shares had a quoted market value of $38,379,890 on December 31, 1983 (1982 - $29,715,928). Short-term investments are valued at cost which approximates quoted market.

(See accompanying notes)

CROWN INVESTMENTS CORPORATION OF SASKATCHEWAN

PENSION PLAN 39562 FUND

NOTES TO FINANCIAL STATEMENTS

December 31, 1983

1. Significant Accounting Policies

Allocation of contributions and earnings; accounting for withdrawals

Contributions are received by the fund from contributing employers. These contributions include those deducted from the employee members of the plan and the contribution from the employing corporation. The fund accounts separately for contributions, withdrawals and earnings.

Earnings from the fund's investments are allocated to each employer group in accordance with the earnings of the fund as a whole. The allocation of earnings for a specific year is based on actual earnings of the fund for the year. Withdrawals of monies are made from the fund in accordance with the specific rules governing the plan.

Bond and debenture investments

Bond and debenture investments are valued at cost with an adjustment for premiums or discounts. Premiums or discounts in excess of $250.00 are amortized on a straight-line basis over the term of the investment. Premiums or discounts of $250.00 or less are applied to revenue in the year of purchase. When investments are sold prior to maturity, any gains or losses are deferred and amortized on a straight-line basis over the remaining term to maturity.

Administration charges

There is no charge levied on the fund by the trustee for administration.

Foreign currency securities

Foreign currency securities are carried at their Canadian dollar equivalent at the time of purchase. The related market value is expressed in Canadian dollars at the exchange rate applicable at December 31, (1983 - $1 U.S. = $1.2483 Canadian; 1982 - 1.2288).

2. Allocation of Contributors' Equity

Members' Employers	Equity January 1, 1983	Transactions - 1983 Transfers & Contributions	Investment Income	Transfers & Withdrawals	Equity December 31, 1983
Crown Investments Corporation of Saskatchewan	$ 1,062,190	$ 693,388	$ 237,013	$ 78,555	$ 1,914,036
Potash Corporation of Saskatchewan	14,827,368	3,891,398	2,671,915	1,037,457	20,353,224
Saskatchewan Economic Development Fund Corp.	1,162,400	307,072	219,351	43,751	1,645,072
Saskatchewan Development Fund Corporation	153,136	8,284	24,734	69,717	116,437
Saskatchewan Forest Products Corporation	1,136,814	403,787	207,061	250,348	1,497,314
Saskatchewan Government Insurance	5,230,274	1,649,844	973,954	462,713	7,391,359
Saskatchewan Government Printing Company	180,224	29,351	32,502	-	242,077
Saskatchewan Housing Corporation	896,728	174,878	162,623	38,010	1,196,219
Saskatchewan Minerals	3,493,082	629,205	618,329	194,645	4,545,971
Saskatchewan Mining Development Corporation	2,078,746	588,685	375,140	237,091	2,805,480
Saskatchewan Oil & Gas Corporation	3,156,511	1,135,892	596,756	349,530	4,539,629
Agricultural Development Corporation	66,215	37,007	13,191	5,048	111,365
Saskatchewan Transportation Company	365,594	200,618	69,580	95,337	540,455
Saskatchewan Grain Car Corporation	8,027	6,823	1,866	-	16,716
Saskatchewan Water Supply Board	189,895	56,519	36,090	-	282,504
Cablecom Corporation	44,104	884	7,262	2,156	50,094
Cafeteria Board	37,081	22,482	7,908	-	67,471
Housing Authorities	392,045	193,856	79,524	19,979	645,446
Other (Note A)	894,825	45,190	130,994	321,612	749,397
	35,375,259	$10,075,163	6,465,793	3,205,949	48,710,266
Employers' retained refunds	975,522		227,661	769,814	1,972,997
			6,693,454	$2,436,135	
Unallocated earnings	97,492		210,704		308,196
	$36,448,273		$6,904,158		$50,991,459

2. Allocation of Contributors' Equity - (continued)

Note A

Saskatchewan Fur Marketing Service and Saskatchewan Educational Communications Corporation have been wound up and the corporations dissolved. The amount of contributors' equity shown above, represents contributions made to the plan prior to the corporations' dissolution that have not yet been withdrawn.

Contributions include those of employers and employees. Withdrawals include only the employees' share unless the employers' contributions have vested with the employee.

The employers' share of non-vested contributions and interest applicable to withdrawals is retained in the fund with the intention of providing improved future benefits.

Investment income is allocated to a specific employer section of the fund based on the average rate of return for the entire fund for the year (1983 - 16.78%; 1982 - 14.6%) and the length of time that specific funds were on deposit.

CROWN INVESTMENTS CORPORATION OF SASKATCHEWAN

SUPERANNUATION INVESTMENT FUND

FINANCIAL STATEMENTS

For the Period January 1, 1983 to March 1, 1983

PROVINCIAL AUDITOR

REGINA, SASKATCHEWAN

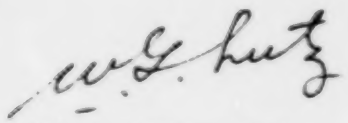
AUDITOR'S REPORT

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the statements of financial position and investments of Crown Investments Corporation of Saskatchewan Superannuation Investment Fund as at March 1, 1983 and the statement of revenue, disbursements and contributors' equity for the period January 1, 1983 to March 1, 1983. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the fund as at March 1, 1983 and the results of its operations for the period January 1, 1983 to March 1, 1983 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

I have also examined the statement of financial position of Crown Investments Corporation of Saskatchewan Superannuation Investment Fund prior to dissolution of the fund. In my opinion, this statement of financial position presents fairly the financial position of Crown Investments Corporation of Saskatchewan Superannuation Investment Fund prior to dissolution at March 1, 1983 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.



Regina, Saskatchewan,
March 21, 1983

W. G. Lutz, F.C.A.,
Provincial Auditor.

Statement 1

CROWN INVESTMENTS CORPORATION OF SASKATCHEWAN

SUPERANNUATION INVESTMENT FUND

STATEMENT OF FINANCIAL POSITION

	As at March 1, 1983 (Note 2)	Close of Business March 1, 1983	As at December 31, 1982
Assets			
Cash	$ -	$ 214,587	$ 455
Accrued interest receivable	-	-	774
	-	214,587	1,229
Investments - at cost which approximates market	-	-	209,653
	$ -	$ 214,587	$210,882
Liabilities and Contributors' Equity			
Accounts payable	$ -	$ -	$ 3
Contributors' equity	-	214,587	210,879
	$ -	$214,587	$210,882

(See accompanying notes)

CROWN INVESTMENTS CORPORATION OF SASKATCHEWAN

SUPERANNUATION INVESTMENT FUND

STATEMENT OF REVENUE, DISBURSEMENTS AND CONTRIBUTORS' EQUITY

	For the Period January 1, 1983 to March 1, 1983
Revenue	
Contributions	$ -
Investment income	3,708
	3,708
Disbursements	
Contributions refunded	-
Excess of revenue over disbursements	3,708
Contributors' equity, beginning of the period	210,879
Contributors' equity, end of period	214,587
Transfer on dissolution (Note 2)	(214,587)
Contributors' equity, after transfer	$ -

(See accompanying notes)

CROWN INVESTMENTS CORPORATION OF SASKATCHEWAN

SUPERANNUATION INVESTMENT FUND

STATEMENT OF INVESTMENTS

As at

	March 1, 1983	December 31, 1982
Mortgages	$ -	$ -
Short-term investments	-	209,653
	$ -	$209,653

(See accompanying notes)

CROWN INVESTMENTS CORPORATION OF SASKATCHEWAN

SUPERANNUATION INVESTMENT FUND

NOTES TO FINANCIAL STATEMENTS

March 1, 1983

1. **Significant accounting policies**

   Administration charges

   There is no charge levied on the Fund by the trustee for administration.

2. **Dissolution of the Fund**

   The assets in the Fund, held in trust for the Saskatchewan Forest Products Corporation Pension Plan, were transferred to the Crown Investments Corporation Pension Plan 39562 Fund, at the close of business on March 1, 1983, in accordance with an agreement with the employees of the Saskatchewan Forest Products Corporation.

POWER CORPORATION SUPERANNUATION FUND

FINANCIAL STATEMENTS

Year Ended December 31, 1983

OFFICE OF THE PROVINCIAL AUDITOR

REGINA, SASKATCHEWAN

AUDITOR'S REPORT

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the statement of net assets of the Power Corporation Superannuation Fund as at December 31, 1983 and the statement of increase in net assets for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Power Corporation Superannuation Fund as at December 31, 1983 and the transactions of the fund for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Regina, Saskatchewan,
May 2, 1984.

W. G. Lutz, F.C.A.
Provincial Auditor.

POWER CORPORATION SUPERANNUATION FUND

(As established under the Power Corporation Superannuation Act)

STATEMENT OF NET ASSETS

As at December 31

	1983 (000's)	1982 (000's)
ASSETS		
Investments at book value (see Schedule of Investments)		
Mortgages	$101,401	$100,976
Bonds (market value 1983 - $75,468; 1982 - $54,994)	74,036	54,085
Equities (market value 1983 - $28,168 1982 - $10,828)	25,690	9,381
Real estate (Note 4)	2,749	1,572
Short term investments	12,141	9,836
	216,017	175,850
Cash	136	128
Contributions receivable	1,450	5,243
Accrued interest receivable	3,680	2,633
Employees accounts receivable - prior service credit	62	117
Accounts receivable - other	31	-
	221,376	183,971
LIABILITIES		
Accounts payable	146	68
Accumulated employees savings	10	16
	156	84
NET ASSETS	$221,220	$183,887

(See accompanying notes to the financial statements)

POWER CORPORATION SUPERANNUATION FUND

(As established under the Power Corporation Superannuation Act)

STATEMENT OF INCREASE IN NET ASSETS

For the Year Ended December 31

	1983 (000's)	1982 (000's)
INCREASE:		
Contributions		
Employees	$ 4,473	$ 4,367
Refunds on terminations	(185)	(262)
Employer - salary and wage related	10,475	9,398
- cost of increase in benefits	2,220	3,949
- early retirement program	4,072	-
Total contributions	21,055	17,452
Investment Income		
Mortgage interest	11,182	11,093
Bond interest	8,675	5,665
Short term interest and other	1,397	1,181
Dividends	985	503
Real estate income (net of depreciation 1983-$42; 1982-$17) (Note 4)	143	59
Sale of options	41	8
Gain (Loss) on sale of investments	1,070	(421)
Total investment income	23,493	18,008
	44,548	35,540
DECREASE		
Benefits		
Superannuation allowances paid	7,215	4,723
Increase in net assets	37,333	30,817
Net assets - January 1	183,887	153,070
NET ASSETS - December 31	$221,220	$183,887

(See accompanying notes to the financial statements)

POWER CORPORATION SUPERANNUATION FUND

(As established under the Power Corporation Superannuation Act)

NOTES TO FINANCIAL STATEMENTS

December 31, 1983

1. Accounting Policies

Bond and Debenture Investments

Bonds and debentures are recorded in the accounts at cost. Any premium or discount on purchase is amortized into income on a straight-line basis over the life of the bond or debenture. Discount on Government of Canada Bond coupons is amortized on a yield basis over the time to maturity of the coupons. Gains or losses on the sale of investments prior to maturity are recognized in the year of sale.

Investments in Real Estate

Investments in real estate are recorded in the accounts at cost less accumulated depreciation and mortgage encumbrances. Depreciation is calculated on the depreciable component of real estate on a straight-line estimated service life basis.

2. Financial Commitments

At December 31, 1983 the Fund was committed to invest an additional $6.8 million in mortgages and real estate.

3. Actuarial Valuation

Net Assets represents the accumulated provision for payment of superannuation allowances in the future.

An actuarial valuation of the fund is carried out approximately every three years. The last valuation was completed by Reed Stenhouse Associates Limited as at September 30, 1983. This report indicated unfunded past service costs of $39.9 million. These costs will be paid by Saskatchewan Power Corporation into the Power Corporation Superannuation Fund along with the regular salary and wage related payments, over the following 15 years.

4. Investment in Real Estate

	Cost	Accumulated Depreciation	1983 Net	1982 Net
Real estate	$2,808	$59	$2,749	$1,572

5. Saskatchewan Power Corporation Contributions

The Saskatchewan Power Corporation meets its obligations for eligible employees superannuation allowances payable in the future by making regular salary and wage related payments into the Power Corporation Superannuation Fund over the working lives of the employees.

During 1983 the Saskatchewan Power Corporation provided $2.2 million (1982 $2.1 million) as the present value of the 1983 ad-hoc increases granted to present beneficiaries of the Power Corporation Superannuation Fund. The Corporation contributed a further $4.1 million (1982 - nil) being the present value of allowance reductions forgiven for employees accepting voluntary early retirement.

POWER CORPORATION SUPERANNUATION FUND

(As established under the Power Corporation Superannuation Act)

SCHEDULE OF INVESTMENTS

As at December 31

	1983 Market Value (000's)	1983 Par Value (000's)	1983 Book Value (000's)	1982 Book Value (000's)
BONDS				
Government of Canada	$ 5,265*	$11,052*	$ 5,153	$ 1,295
Province of Saskatchewan	14,770	16,440	15,854	8,226
Other Provincial and Provincially Guaranteed	15,518	16,467	15,376	17,042
Saskatchewan Municipal, School Units and Districts, Union Hospital Boards	902	842	842	1,002
Other Municipals	1,784	1,915	1,894	--
Corporations - Debentures	32,841	32,627	31,243	23,633
- Convertible Bonds	4,388	3,800	3,674	2,887
	$75,468	$83,143	74,036	54,085
EQUITIES			25,690	9,381
SHORT TERM INVESTMENTS			12,141	9,836
MORTAGES			101,401	100,976
REAL ESTATE			2,749	1,572
TOTAL INVESTMENTS			$216,017	$175,850

* includes coupons with a value at maturity of $8,551,750, a market value of $2,772,105 and a book value of $2,680,704.

SASKATCHEWAN TELECOMMUNICATIONS SUPERANNUATION FUND

FINANCIAL STATEMENTS

Year Ended December 31, 1983

OFFICE OF THE PROVINCIAL AUDITOR

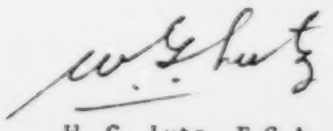
REGINA, SASKATCHEWAN

AUDITOR'S REPORT

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the statement of financial postion of the Saskatchewan Telecommunications Superannuation Fund as at December 31, 1983 and the statements of revenue and expenditure and fund equity and accumulated fund equity for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Saskatchewan Telecommunications Superannuation Fund as at December 31, 1983 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.



Regina, Saskatchewan,
June 29, 1984.

W. G. Lutz, F.C.A.
Provincial Auditor.

SASKATCHEWAN TELECOMMUNICATIONS SUPERANNUATION FUND

FINANCIAL STATEMENTS - 1983

Statement of Financial Position	Statement 1
Statement of Revenue and Expenditure and Fund Equity	Statement 2
Statement of Accumulated Fund Equity	Statement 3
Schedule of Investments Held	Schedule 1
Schedule of Investment Transactions	Schedule 2

Statement 1

SASKATCHEWAN TELECOMMUNICATIONS SUPERANNUATION FUND

STATEMENT OF FINANCIAL POSITION

As at December 31

	1983	1982
ASSETS		
Cash	$ 49,944	$ 103,130
Accounts Receivable	1,833,444	2,406,042
Investments: Book Value (Schedule 1) (1983 Market Value - $161,256,740) (1982 Market Value - $127,374,313)	159,611,758	124,304,469
Accrued Interest (Schedule 1)	3,266,817	2,754,278
	$164,761,963	$129,567,919
LIABILITIES		
Deferred Refunds - employee contributions including interest	$ 43,459	$ 20,144
Deferred Savings Refund - employee contributions including interest and supplement	3,459	22,589
Miscellaneous Accounts Payable	97,314	120,543
Employees' Savings Plan - contributions plus accrued interest	8,947	7,040
Fund Equity: (Statement 2)	164,608,784	129,397,603
	$164,761,963	$129,567,919

(See accompanying notes to the financial statements)

Statement 2

SASKATCHEWAN TELECOMMUNICATIONS SUPERANNUATION FUND

STATEMENT OF REVENUE AND EXPENDITURE AND FUND EQUITY

For the Year Ended December 31

	1983	1982
Revenue:		
Contributions:		
Employers'	$ 9,298,247	$ 9,494,692
Employees' - Current and back contributions	4,589,443	4,455,996
- Interest on back contributions	55,871	10,731
Earnings on investments and bank balance (Note 1)	19,413,688	11,262,615
Early Retirement Adjustment	7,587,279	-
	40,944,528	25,224,034
Expenditure:		
Payments to superannuates and beneficiaries	5,058,491	3,214,289
Supplementary retirement payments to employees not eligible for superannuation	-	35,173
Death Benefits	22,324	13,397
Refunds to employees leaving service:		
Contributions	490,235	303,231
Interest	148,354	70,260
Transfer to Public Service Superannuation Plan		
Contributions	10,697	34,499
Interest	2,706	21,397
Interest on employees' savings plan	541	1,865
	5,733,348	3,694,111
Excess of Revenue over Expenditure for the year	35,211,180	21,529,923
Fund Equity, beginning of year	129,397,603	107,867,680
Fund Equity, end of year	$164,608,783	$129,397,603

(See accompanying notes to the financial statements)

Statement 3

SASKATCHEWAN TELECOMMUNICATIONS SUPERANNUATION FUND
STATEMENT OF ACCUMULATED FUND EQUITY
For the Period from May 1, 1928 to December 31, 1983

CUMULATIVE REVENUES		
Contributions:		
Employers'		$ 77,446,530
Employees' - Active	29,754,196	
- Resigned	7,800,932	
- Superannuated	6,274,673	
- Transferred	634,664	44,464,465
Interest transferred from savings plan		211
Employees' interest on back contributions		218,677
Earnings on investments and bank balance		77,289,452
Early Retirement Adjustment		7,587,279
		207,006,614
CUMULATIVE EXPENDITURES		
Payments to superannuates and beneficiaries	32,035,019	
Supplementary retirement payments to employees not eligible for superannuation	80,497	
Death benefit (matching amount)	35,721	
Refund of employees' contributions	7,800,932	
Interest on employees' contributions	1,024,334	
Interest on employees' savings plan	15,278	
Transfer of contributions to the Saskatchewan Power Corporation Superannuation Plan	11,732	
Transfer of interest on contributions	3,075	
Transfer of contributions to Crown Investments Corporation Pension Plan	34,202	
Transfer of interest on contributions	8,680	
Transfer of contributions to Public Service Superannuation Plan	68,665	
Transfer of interest on contributions	29,601	
Transfer of contributions to Public Employees Superannuation Plan	1,074,332	
Transfer of interest on contributions	175,763	42,397,831
Fund Equity - December 31, 1983		$164,608,783

(See accompanying notes to financial statements)

SASKATCHEWAN TELECOMMUNICATIONS SUPERANNUATION FUND

NOTES TO FINANCIAL STATEMENTS

December 31, 1983

Note 1: Significant Accounting Polices

Bond and debenture investments

Investments are recorded in the accounts at cost with an adjustment for any discounts or premiums which are amortized on a straight-line basis over the term of the investments. Gains or losses resulting from trading lower yielding securites for higher yielding securites are included in investment earnings. Net losses incurred in 1983 - $550,016; 1982 - $5,112,698.

Administration charges

There is no charge levied on the fund for administration.

Note 2: Financial Obligations

Saskatchewan Telecommunications is obligated to provide service pensions for the closed group of employees covered under this plan. SASK TEL meets its financial obligation for employee superannuation allowances payable in the future under this plan by making regular payments into the Saskatchewan Telecommunications Superannuation Fund equal to the annual current service pension costs recorded by SASK TEL. The costs are calculated at the actuarially determined rate necessary to provide for future superannuation benefits over the remaining working lives of the employees. The latest actuarial study as at December 31, 1981 used the accrued benefit method of evaluation which indicated that continuance of employer contributions at twice the employee's contribution rate over the next 15 years would be adequate to fully fund all future service benefits and amortize past service costs of $30,600,000. In addition, Saskatchewan Telecommunications made payments to the Superannuation Fund totalling $7,515,437 in 1983 for additional benefits provided employees under the Early Retirement Plan. These payments represent the actuarially determined present value of future incentive and bridging benefits provided to the retirees.

The plan covers employees who were on staff October 1, 1977 and who did not elect to transfer to the Public Employees' (Government Contributory) Superannuation Plan prior to October 1, 1978.

Schedule 1

SASKATCHEWAN TELECOMMUNICATIONS SUPERANNUATION FUND

SUMMARY OF INVESTMENTS HELD AS AT DECEMBER 31, 1983

SECURITIES	MARKET VALUE	PAR VALUE	BOOK VALUE	ACCRUED INTEREST
Government of Canada	$ 7,557,211	$ 7,800,000	$ 7,772,365	$ 224,858
Province of Saskatchewan	26,409,406	31,166,000	28,142,468	438,475
Other Provinces and Provincially Guaranteed	21,975,390	24,335,000	22,373,764	702,905
Municipal Bonds	1,370,799	1,399,404	1,336,567	17,715
Corporate Bonds	43,700,975	42,066,863	41,071,381	1,348,963
Union Hospitals	9,991	10,202	10,202	414
School Districts and Units	22,529	23,000	22,913	407
Foreign	70,546	100,000	98,290	2,666
First Mortgage Bonds	18,089,491	18,089,491	18,089,491	328,733
Real Estate	3,030,333	3,030,333	3,030,333	15,542
Shares	25,552,154	24,196,069	24,196,069	-
Short Term Investments (Schedule 2)	13,467,915	13,467,915	13,467,915	186,139
	$161,256,740	$165,684,277	$159,611,758	$3,266,817

Schedule 2

SASKATCHEWAN TELECOMMUNICATIONS SUPERANNUATION FUND

STATEMENT OF INVESTMENT TRANSACTIONS (PAR VALUE) FOR THE YEAR 1983

	Purchased	Disposed	Net
Government of Canada	$ 8,025,000	$ 5,030,000	$ 2,995,000
Province of Saskatchewan and Provincially Guaranteed	12,089,000	4,051,000	8,038,000
Other Provinces and Provincially Guaranteed	5,700,000	14,805,000	(9,105,000)
Municipal Bonds	1,100,000	27,854	1,072,146
Corporate Bonds	18,200,000	11,253,638	6,946,362
Union Hospitals	--	353	(353)
First Mortgage Bonds	1,501,241	244,471	1,256,770
Real Estate	1,116,425	2,315	1,114,110
Shares	15,548,667	4,559,415	10,989,252
Short Term Investments	140,459,035	130,687,991	9,771,044
	$203,739,368	$170,662,037	$ 33,077,331
Investments, beginning of Year			132,606,946
Investments, end of Year (Schedule 1)			$165,684,277

SASKATCHEWAN GOVERNMENT INSURANCE

SUPERANNUATION TRUST FUND

FINANCIAL STATEMENTS

Year Ended December 31, 1983

OFFICE OF THE PROVINCIAL AUDITOR

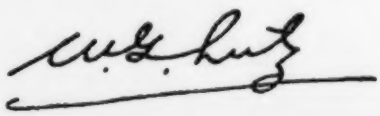
REGINA, SASKATCHEWAN

AUDITOR'S REPORT

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the statement of financial position of the Saskatchewan Government Insurance Superannuation Trust Fund as at December 31, 1983 and the statement of contributions, earnings and fund equity for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the fund as at December 31, 1983 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.



Regina, Saskatchewan,
April 6, 1984.

W. G. Lutz, F.C.A.,
Provincial Auditor.

Statement 1

SASKATCHEWAN GOVERNMENT INSURANCE

SUPERANNUATION TRUST FUND

STATEMENT OF FINANCIAL POSITION

December 31, 1983

	1983	1982
ASSETS		
Cash and investments maturing within one year	$ 2,524,088	$ 1,243,551
Accrued investment income	488,556	453,169
Long term investments	21,298,007	19,200,665
Total assets	$24,310,651	$20,897,385
FUND EQUITY		
Fund Equity	$24,310,651	$20,897,385

(See accompanying notes)

Statement 2

SASKATCHEWAN GOVERNMENT INSURANCE

SUPERANNUATION TRUST FUND

STATEMENT OF CONTRIBUTIONS, EARNINGS AND FUND EQUITY

Year Ended December 31, 1983

	1983	1982
Contributions		
Employees	$ 959,059	$ 1,003,236
Saskatchewan Government Insurance	952,117	1,006,117
Total contributions	1,911,176	2,009,353
Investment income	2,582,734	2,195,942
Total contributions and investment income	4,493,910	4,205,295
Deduct		
Refunds of contributions and interest	644,235	217,287
Payments to superannuates	436,409	213,890
Total deductions	1,080,644	431,177
Unallocated balance for the year	3,413,266	3,774,118
Fund equity, January 1	20,897,385	17,123,267
Fund equity, December 31 - Statement 1	$24,310,651	$20,897,385

(See accompanying notes)

SASKATCHEWAN GOVERNMENT INSURANCE

SUPERANNUATION TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

December 31, 1983

1. Bonds and debentures are carried at amortized book value which means discounts and premiums on purchases of securities and realized gains and losses on disposals of securities are amortized over the period to the maturity of the securities. The market value of the investment portfolio at December 31, 1983 was $21.6 million (1982 - $19.1 million).

2. The Corporation meets its financial obligations to the Superannuation Fund by making regular payments to the Fund that match contributions made by eligible employees. Actuarial valuations of the Fund are made at least every third year. The Fund is in a surplus position per the actuarial valuation made as at December 31, 1980. In accordance with the stated policy, on February 13, 1984 the Superannuation Committee agreed to have another actuarial valuation carried out as at December 31, 1983.

3. Effective January 1, 1980, Saskatchewan Government Insurance joined the Crown Investments Corporation of Saskatchewan Pension Plan. New employees hired after that date are required to join the CIC Pension Plan.

POOR

QUALITY

ORIGINAL